

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER VGOB-99-0720-0727

ELECTIONS: UNIT L-48  
(herein "Subject Drilling Unit")

REPORT OF BOARD

FINDINGS AND ORDER

This Supplemental Order is entered by the Board *sua sponte* in the form authorized by the Board at hearings held on February 15, 1994 and June 16, 1992; and this Supplemental Order is being recorded for the purpose of supplementing the Order previously in the captioned matter on December 10, 1999 which was recorded at Deed Book 499, Page 646 in the Office of the Clerk of the Circuit Court of Buchanan County, Virginia, on December 17, 1999, (herein "Board Order") and completing the record regarding elections.

Findings:

The Board finds that:

The Board Order directed POCAHONTAS GAS PARTNERSHIP (herein "Designated Operator") to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by the said Board Order;

The Designated Operator filed its affidavit of elections disclosing that it had mailed a true and correct copy of the Board's Order to all Respondents whose interests, if any, were pooled by said Board Order;

The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make an election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the affidavit of elections filed herein and annexed hereto as Exhibit A states: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of any election(s) made; and (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interests, estates and claims in Subject Drilling Unit to the Applicant;

That the affidavit of elections annexed hereto with the Exhibits submitted therewith identifies the Respondent(s) making a timely election, if any; identifies the Respondent(s), if any, who are deemed to have leased; identifies the conflicting interests and claims which require escrow; identifies the interests and claims, if any, requiring escrow under Virginia Code section 45.1-361.21.D.; and identifies the Respondents, if any, who may be dismissed by reason of having leased or entered into a voluntary agreement with the Applicant.

The affidavit of elections indicates that the escrow of funds is required with regard to Unit L-48;

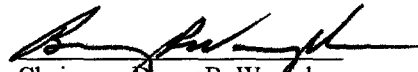
Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2. above and the annexed affidavit of elections with Exhibits thereto, any funds subject to escrow and instructs the Escrow Agent, First Union National Bank, Corporate Trust PA1328, 123 Broad Street, Philadelphia, PA 19109-1199, Telephone: (215) 985-3485 or (800) 664-9359, Attn: Don Ballinghoff, or any successor named by the Board to establish interest bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in the affidavit of elections with Exhibits thereto, to receive funds and account to the Board therefor.

Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each Respondent whose interests or claims are subject to escrow and whose address is known within seven (7) days from the date of receipt of this Order.

Conclusion: Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 22<sup>nd</sup> day of February, 2000, by a majority of the Virginia Gas and Oil Board.

  
Chairman, Benny R. Wampler


STATE OF VIRGINIA  
COUNTY OF WISE

Acknowledged on this 22<sup>nd</sup> day of February, 2000, personally before me a notary public in and for the Commonwealth of Virginia, appeared Benny R. Wampler, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.

  
Susan G. Garrett, Notary

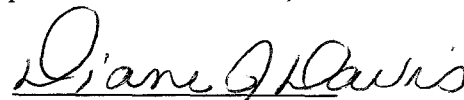
My commission expires: 7-31-02.

DONE AND PERFORMED THIS 25<sup>th</sup> day of February, 2000, by Order of the Board.

  
B. R. Wilson,  
Director of the Division of Gas & Oil Board and  
Principal Executive to the Board

STATE OF VIRGINIA  
COUNTY OF WASHINGTON

Acknowledged on this 25<sup>th</sup> day of February, 2000, personally before me a notary public in and for the Commonwealth of Virginia, appeared B. R. Wilson, being duly sworn did depose and say that he is Director of the Division of Gas & Oil Board and Principal Executive to the Board, that he executed the same and was authorized to do so.

  
Diane J. Davis, Notary

My commission expires: 9-30-2001.

VIRGINIA:

Exhibit A

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

Application of Pocahontas Gas Partnership for Forced Pooling of Interests in CBM Unit L-48 VGOB-99-0720-0727 in the Garden District of Buchanan County, Virginia

AFFIDAVIT OF POCAHONTAS GAS PARTNERSHIP (herein "Designated Operator") REGARDING ELECTIONS, ESCROW AND SUPPLEMENTAL ORDER

Leslie K. Arrington, being first duly sworn on oath, deposes and says:

That your affiant is employed by CONSOL Inc., as a Permit Specialist and is duly authorized to make this affidavit on behalf of POCAHONTAS GAS PARTNERSHIP, the designated operator,

That the Order entered on December 10, 1999, by the Virginia Gas and Oil Board (hereinafter "Board") regarding the captioned CBM Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by the Order;

That within seven (7) days of receipt of an executed copy of the Order referred to at paragraph 2. above, your affiant caused a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who were added as Respondents at the hearing held in the captioned matter; that proof of such mailing has previously been tendered to the Division of Gas and Oil, the Office of the Gas and Oil Inspector, at Abingdon, Virginia;

That the Order of the Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date the Order was recorded in the county identified above; that said Order was recorded on December 17, 1999;

That the designated operator POCAHONTAS GAS PARTNERSHIP has established procedures to review all mail received and all written documents received other than by mail to ascertain whether parties whose interests have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to the Subject Unit; that the following persons delivered, by mail or otherwise, written elections the Unit Operator, within the thirty day elections period:

None.

That Respondents identified in Exhibit B-3 hereto are, having failed to make any election, deemed to have leased their coalbed methane rights, interests and claims to Applicant, all as provided in the Board's Order of December 10, 1999;

See attached Exhibit B-3.

That the rights, interests and claims of the following persons are subject to escrow under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia:

See attached Exhibit E.

That after the pooling hearing held in the captioned matter, the following persons have leased or entered into a voluntary agreement with the Designated Operator:

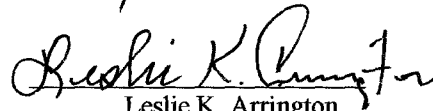
None.

that to the extent any of said persons listed in Exhibit B-2 have rights, interests and claims which are not subject to escrow, they should be dismissed as respondents; the Operator requests that the following persons be dismissed as Respondents:

None.

That pursuant to the provisions of VAC 25-160-70.A.10. and C. and VAC 25-160-80 the annexed supplemental order sets forth the interests and claims that require escrow of funds pursuant to Virginia Code sections 45.1-361.21.D. and 45.1-361.22.A.3. and 4.

Dated at Tazewell, Virginia, this 16<sup>th</sup> day of February, 2000.

  
Leslie K. Arrington

Taken, subscribed and sworn to before me by Leslie K. Arrington as Permit Specialist of CONSOL Inc., on behalf of the corporate Designated Operator, this 16<sup>th</sup> day of February, 2000.

  
Notary

My commission expires: 1-31-2001.

PROPERTY LINES SHOWN WERE TAKEN FROM MAPS  
PROVIDED BY CONSOL INC. AND WERE NOT SURVEYED

PAGE 537

BOOK

502 PAGE

534

N 344,677.09  
E 1,032,558.84

N 344,607.26  
E 1,034,423.11

CREEK

WESTERN

638

4

2

3A

3

OSM-PCP-L48

1

80 ACRE UNIT

N 342,806.13  
E 1,032,493.26

N 342,736.13  
E 1,034,357.62

### LEGEND

TRACT LAND HOOK

TRACT LAND ID'S

### EXHIBIT A

OAKWOOD FIELD UNIT L-48

FORCE POOLING

VGDB-99-0720-0727

Company Pocahontas Gas Partnership We Note and Number UNIT L48

Tract No.                      Elevation                      Quadrangle Jewell Ridge

County Buchanan District Gardner Scale: 1" = 400' Date 8.31.99

This plat is a new plat                      on located plat                      on a find plat                     

Form 000-90-7

Rev. 3/97

Charles E. Torgerson  
Licensed Professional Engineer or Licensed Land Surveyor

1997-03-01

**POCAHONTAS GAS PARTNERSHIP**

**UNIT L - 48**

**Tract Identifications**

1. Pocahontas Mining Company . Tr 72 - Fee  
Coal Lessees  
Reserve Coal Properties - P-3 Seam and 250' above  
Jewell Ridge Coal Corp.- Tiller Seam and above  
Pocahontas Gas Partnership - CBM Lessee  
42.62 acres                      53.2750%
2. David Horton - Coal, Oil & Gas  
Coal Lessee  
Reserve Coal Properties - Below drainage coal Lessee  
Pocahontas Gas Partnership - Oil & Gas Lessee  
Pocahontas Gas Partnership - CBM Lessee  
Reserve Coal Properties - Surface  
14.35 acres                      17.9375%
3. Pocahontas Mining Company . Tr 71 - Fee  
Coal Lessees  
Reserve Coal Properties - P-3 Seam and 250' above  
Jewell Ridge Coal Corp.- Tiller Seam and above  
Pocahontas Gas Partnership - CBM Lessee  
20.31 acres                      25.3875%
- 3A. Norfolk & Western Railway - Surface
4. Norfolk Southern Corp. - Coal,(surface down 800') & Oil & Gas  
David Horton - Coal below 800'  
Coal Lessee  
Reserve Coal Properties - Coal below 800'  
Pocahontas Gas Partnership - CBM Lessee below 800'  
2.72 acres                      3.4000%

		Acres in Unit	Percent of Unit	Election
<b>I. <u>COAL FEE OWNERSHIP</u></b>				
<b>Tract #4, 2.72 acres</b>				
(1)	Norfolk Southern Corp. (surface down 800') Real Estate Dept. 185 Spring Street Atlanta, GA 30303	2.72 acres	3.40000%	Deemed Leased
<b>II. <u>OIL &amp; GAS FEE OWNERSHIP</u></b>				
<b>Tract #4, 2.72 acres</b>				
(1)	Norfolk Southern Corporation Real Estate Dept. 185 Spring Street Atlanta, GA 30303	2.72 acres	3.40000%	Deemed Leased

	Acres in Unit	Percent of Unit
<b><u>COAL FEE OWNERSHIP</u></b>		
<b>Tract #4, 2.72 acres</b>		
(1) David Horton (below 800") P. O. Box 59-A Richlands, VA 24641	2.72 acres	3.40000%
<b><u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
(1) Norfolk Southern Corporation Real Estate Dept. 185 Spring Street Atlanta, GA 30303	2.72 acres	3.40000%

VIRGINIA: In the Clerk's Office of the Circuit Court of Buchanan County. The foregoing instrument was this day presented in the office aforesaid and is, together with the certificate of acknowledgment annexed, admitted to record this 25th day of February, 2000 at 2:35 P. M.  
Deed Book No. 502 and Page No. 537  
Returned this date to; James M. Bevens, Jr., Clerk  
TESTE: James M. Bevens, Jr. Deputy Clerk  
TESTE: Jessie S. Miller

Mailed Dean Davis



INSTRUMENT #000000549  
RECORDED IN THE CLERK'S OFFICE OF  
BUCHANAN COUNTY ON  
FEBRUARY 25, 2000 AT 02:35PM  
JAMES M. BEVINS JR., CLERK

BY: \_\_\_\_\_



## COMMONWEALTH OF VIRGINIA

OFFICIAL RECEIPT  
BUCHANAN COUNTY CIRCUIT COURT  
DEED RECEIPT

DATE: 02/25/00 TIME: 14:32:08 ACCOUNT: 027CLR000000546 RECEIPT: 00000001240  
CASHIER: LD REG: BU01 TYPE: OTHER PAYMENT: FULL PAYMENT  
INSTRUMENT : 000000546 BOOK: PAGE: RECORDED: 02/25/00 AT 14:32  
GRANTOR: VIRGINIA GAS & OIL BOARD EX: N LOC: CO  
GRANTEE: POCAHONTAS GAS PARTNERSHIP EX: N FCT: 100%  
AND ADDRESS :

RECEIVED OF : DEPT OF MINES MINERAL ENERGY

CHECK : \$18.00

DESCRIPTION 1: POOLING

CONSIDERATION:	.00	ASSUME/VAL:	.00	MAP:	
CODE DESCRIPTION		PAID	CODE DESCRIPTION		PAID
301 DEEDS		17.00	145 VSLF		1.00

TENDERED :	18.00
AMOUNT PAID:	18.00
CHANGE AMT :	.00

CLERK OF COURT: JAMES H. BEVINS JR.